

108TH CONGRESS
1ST SESSION

H. R. 2638

To amend the Internal Revenue Code of 1986 to make permanent the increase in expensing of certain depreciable business assets enacted by the Jobs and Growth Tax Relief Reconciliation Act 2003.

IN THE HOUSE OF REPRESENTATIVES

JUNE 26, 2003

Mr. HERGER introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to make permanent the increase in expensing of certain depreciable business assets enacted by the Jobs and Growth Tax Relief Reconciliation Act 2003.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Business Ex-
5 pensing Permanency Act of 2003”.

1 **SEC. 2. INCREASED EXPENSING FOR SMALL BUSINESS**
2 **MADE PERMANENT.**

3 (a) **IN GENERAL.**—Paragraph (1) of section 179(b)
4 of the Internal Revenue Code of 1986 (relating to dollar
5 limitation) is amended by striking “\$25,000 (\$100,000 in
6 the case of taxable years beginning after 2002 and before
7 2006)” and inserting “\$100,000”.

8 (b) **INCREASE IN QUALIFYING INVESTMENT AT**
9 **WHICH PHASEOUT BEGINS.**—Paragraph (2) of section
10 179(b) of such Code (relating to reduction in limitation)
11 is amended by striking “\$200,000 (\$400,000 in the case
12 of taxable years beginning after 2002 and before 2006)”
13 and inserting “\$400,000”.

14 (c) **INFLATION ADJUSTMENTS.**—Section
15 179(b)(5)(A) of such Code (relating to inflation adjust-
16 ments) is amended by striking “and before 2006”.

17 (d) **REVOCATION OF ELECTION.**—Section 179(c)(2)
18 of such Code (relating to election irrevocable) is amended
19 by striking “and before 2006”.

20 (e) **EFFECTIVE DATE.**—The amendments made by
21 this section shall apply to taxable years beginning after
22 December 31, 2002.

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